617/1

5 April 1954

MEMORANDUM FOR:

Colonel White

STATINTL

STATINT concerning the desirability of reviewing the entire organizational and regulatory system for handling proprietary activities
before the Agency proceeded with any proposal to establish a Proprietary
Projects Board. Apparently the proposal is to review the entire existing situation, to wit:

- a. The Commercial Division: its organizational placement, functions, authorities and responsibilities.
- b. The Executive Committee: its present standing and future expansion or abolition.
- c. The activities of PAPS with respect to proprietary projects.
 - d. The Comptroller's Office: re proprietary projects.
- 2. Your attention is called to paragraph 4. of the Comptroller's report of 3 April. This is the second management study project which the COA/DDP has terminated for undisclosed reasons.
- 3. I do not necessarily see any objections to any of these actions but I do believe we should discuss this whole matter openly with Ted and find out what is cooking. Unless we do so and collaborate in whatever revisions are being contemplated, we may be faced with a fait accomplibated upon very convincing evidence showing lack of administrative realism, competence, or effectiveness.

STATINTL

SA/DDA:EDE:mj

1 - DDA chrono

1 - DDA subject

